

FISCAL NOTE
HB 2435 - SB 2455

February 5, 2004

SUMMARY OF BILL: Provides for the Comptroller to expand the pilot project for provision of cable television and related services by a municipal electric system beyond its service area to include one such project in each grand division of the state. Specifies that the current pilot project shall continue to be the project for the western grand division. Requires the Comptroller to select municipal electric systems in the middle and eastern grand divisions.

ESTIMATED FISCAL IMPACT:

Increase State Revenues - Not Significant
Increase State Expenditures - Not Significant

Increase Local Govt. Revenues - Not Significant/Permissive
Increase Local Govt. Expenditures - Not Significant/Permissive

Estimate assumes:

- to the extent a municipal electric system selected by the Comptroller obtains proper approval as provided for in current law to expand services outside its service area, it will experience an increase in expenditures for this expansion as well as an increase in revenues from service fees paid by additional customers. These expenditures and revenues are estimated to primarily offset each other and be not significant.
- a not significant increase in state expenditures for the costs to the Comptroller's office to report on the additional pilot projects.
- to the extent the service expansion increases the tax equivalent payments made by an affected municipal electric service as required by TCA 7-52-606, the state will experience a not significant increase in revenues.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James W. White, Executive Director

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